

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7104**

**BILL NUMBER:** SB 299

**NOTE PREPARED:** Dec 31, 2010

**BILL AMENDED:**

**SUBJECT:** Library boards.

**FIRST AUTHOR:** Sen. Leising

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** X GENERAL  
DEDICATED  
FEDERAL

**IMPACT:** Local

**Summary of Legislation:** This bill requires the budget of a public library district, other than a library district in Marion County, to be approved by the appropriate municipal or county fiscal body. (Current law requires the appropriate fiscal body to approve the library district budget if the district has a percentage increase in the proposed budget for the ensuing calendar year that is more than the result of the assessed value growth quotient for the ensuing calendar year minus one.)

**Effective Date:** July 1, 2011.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:** Under current law, the budget and property tax levy of a public library district not located in Marion County is subject to review by the appropriate municipal or county fiscal body only if the majority of its governing board is not elected, and the increase in its proposed budget is more than the income-based assessed value growth quotient (AVGQ), about 3% per year.

Under this bill, the library district would have its budget and tax levy reviewed by the appropriate fiscal body even if the increase in its budget is less than the AVGQ. The fiscal impact would depend on whether the fiscal body reduces or modifies the proposed budget submitted by the library board (under current law the fiscal body is not permitted to increase the district's proposed budget or tax levy).

**Explanation of Local Revenues:**

**State Agencies Affected:**

**Local Agencies Affected:** Public Library districts, Municipal and County Fiscal Bodies outside Marion County

**Information Sources:**

**Fiscal Analyst:** David Lusan, 317-232-9592